MINUTES OF THE REGULAR COMMISSION MEETING OF THE MICHIGAN PUBLIC SERVICE COMMISSION HELD IN ITS OFFICES ON SEPTEMBER 11, 2012

Commission Chairman John D. Quackenbush called the meeting to order at 1:31 p.m. Executive Secretary Mary Jo Kunkle called the roll and declared there was a quorum.

PRESENT

Commission: John D. Quackenbush, Chairman

Orjiakor N. Isiogu, Commissioner Greg R. White, Commissioner

Staff: Sally Wallace

Judy Palnau Mary Jo Kunkle Alyssa Sherman Sharron Allen Paul Proudfoot Dan Blair Lisa Felice

Public: Michael Torrey, Consumers Energy

Jim Padgett, DTE Energy Suzy Westmoreland, MEGA

Beverly Roberts, Consumers Energy

Robin Gleason, AT&T

Kwafo Adarkwa, ITC Holdings Tim Hoffman, Consumers Energy

Chairman Quackenbush announced an amendment to the published agenda, Section III B, Item #10, Case No. U-16426-R was added, Commissioner Isiogu moved to approve the amended agenda, Commissioner White seconded.

Vote: Yeas - Quackenbush, Isiogu, White

Nays - None

The amended agenda was approved

I. Commissioner Isiogu moved to approve today's amended agenda, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The agenda was approved.

II. Commissioner Isiogu moved to approve the minutes of the Regular Commission Meeting of August 28, 2012, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The minutes were approved.

III. ORDERS

A. COMMUNICATIONS

1. U-14589 TDS METROCOM, LLC, AND NEW CINGULAR WIRELESS PCS, LLC

U-17080 COMMUNICATION CORPORATION OF MICHIGAN, CHATHAM TELEPHONE COMPANY, ISLAND TELEPHONE COMPANY, SHIAWASSEE TELEPHONE COMPANY, AND WOLVERINE TELEPHONE COMPANY (ALL d/b/a TDS TELECOM), AND T-MOBILE USA, INC.

(interconnection agreements and amendments)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which requests Commission approval of interconnection agreements and amendments. The order before you approves the requests, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

2. U-16792 TAG MOBILE, LLC (ETC designation)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application for designation as an eligible telecommunications carrier. The order before you grants the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

3. U-17031 AT&T CORP. (permanent license)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application for a license to provide basic local exchange service. The order before you approves the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

B. ELECTRIC

1. U-16421-R UPPER PENINSULA POWER COMPANY ('11 PSCR reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Upper Peninsula Power Company requesting approval of its power supply cost recovery reconciliation for the 12-month period ended December 31, 2011. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

2. U-16423-R NORTHERN STATES POWER COMPANY ('11 PSCR reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Northern States Power Company for approval of its power supply cost recovery reconciliation for the 12-month period ended December 31, 2011. The order before you approves a settlement

agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

3. U-16428-R THUMB ELECTRIC COOPERATIVE ('11 PSCR reconciliation/TIER ratemaking mechanism)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Thumb Electric Cooperative for approval of its power supply cost recovery reconciliation proceeding, its times interest earned ratio ratemaking mechanism – both for the 12-month period ended December 31, 2011, and its annual code of conduct report. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

4. U-16582 THE DETROIT EDISON COMPANY (EPC agreement)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by The Detroit Edison Company for approval of an Engineering, Procurement and Construction Agreement with Barton Malow Company and a Turbine Supply Agreement with the General Electric Company. The order before you approves the contracts as in compliance with Public Act 295 of 2008, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

5. U-16979 LAKESHORE ENERGY SERVICES, L.L.C. (renewable energy plan)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Lakeshore Energy Services, L.L.C., for approval of its renewable energy plan. The order before you approves the renewable energy plan as in compliance with the requirements of Act 295 of 2008, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

6. U-17000 COMMISSION'S OWN MOTION (advanced metering technologies)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which initiated an investigation into the deployment of advanced metering infrastructure by regulated electric utilities in Michigan. The order before you accepts the Commission Staff's report and the Commission Staff's conclusions and recommendations, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

7. U-17005 REWARDING FAITH CDC, INCORPORATED v THE DETROIT EDISON COMPANY AND MICHIGAN CONSOLIDATED GAS COMPANY

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves a complaint by Rewarding Faith CDC, Incorporated against The Detroit Edison Company and Michigan Consolidated Gas Company. The order before you dismisses the complaint with prejudice, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

8. U-17010 ENERGY SERVICES PROVIDERS, INC., d/b/a MICHIGAN GAS & ELECTRIC

(renewable energy plan)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Energy Services Providers, Inc., d/b/a Michigan Gas & Electric, for approval of its renewable energy plan. The order before you approves the renewable energy plan as in compliance with the requirements of Act 295 of 2008, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

9. U-17037 INDIANA MICHIGAN POWER COMPANY (enhanced nuclear security surcharge rider)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Indiana Michigan Power Company requesting approval of an enhanced nuclear security surcharge rider. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

10. U-16426-R MIDWEST ENERGY COOPERATIVE ('11 PSCR reconciliation/TIER ratemaking mechanism)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves a times interest earned ratio ratemaking mechanism review filed by Midwest Energy Cooperative on March 30, 2012. The order before you requires the utility to file a tariff showing the rates that it intends to self-implement between September 26, 2012 and March 30, 2013, and schedules a hearing, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

C. GAS

1. U-16149-R CONSUMERS ENERGY COMPANY ('10 -'11 GCR reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves a request by Consumers Energy Company for authority to reconcile its gas cost recovery costs and revenues for the 12-month period ended March 31, 2011. The order before you approves the request, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

2. U-16993 MICHIGAN CONSOLIDATED GAS COMPANY (UETM reconciliation)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which involves an application by Michigan Consolidated Gas Company for approval of its uncollectibles expense tracking mechanism reconciliation for 2011 and a request that the Commission accept the company's safety and training related expense report for 2011. The order before you approves a settlement agreement resolving all issues in the case, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

3. U-17039 SMART ONE ENERGY, LLC (AGS license)

Commissioner Isiogu moved that the Commission adopt and issue order dated September 11, 2012 which is an application by Smart One Energy, LLC for a license as an alternative gas supplier. The order before you approves the application, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The order was adopted.

4. MINUTE TRUNKLINE GAS COMPANY, L.L.C. ACTION (FERC Docket No. CP12-491)

Commissioner Isiogu moved that the Commission adopt and issue minute dated September 11, 2012 confirming a request that the Department of the Attorney General intervene, protest, and request a technical conference on behalf of the Michigan Public Service Commission before the Federal Energy Regulatory Commission in Docket No. CP12-491, a filing by Trunkline Gas Company, LLC. Trunkline's application requested approval to abandon 770 miles of mainline transmission pipeline and appurtenant facilities by sale to an affiliate to be designated. The facilities would then allegedly be converted to oil pipeline transmission service, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The minute was adopted.

IV. PUBLIC COMMENTS

There were no public comments.

Chairman Quackenbush announced that the next regularly scheduled Commission Meeting will be held on September 25, 2012.

Commissioner Isiogu moved that the Commission adjourn, Commissioner White seconded.

Vote: Yeas – Quackenbush, Isiogu, White Nays – None

The motion was approved.

The meeting adjourned at 1:46 p.m.

Mary Jo Kunkle
Executive Secretary